

SECOND REGULAR SESSION

SENATE BILL NO. 702

97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR LAGER.

Read 1st time January 13, 2014, and ordered printed.

TERRY L. SPIELER, Secretary.

4640S.011

AN ACT

To amend chapter 393, RSMo, by adding thereto one new section relating to rulemaking for electrical corporations, with an expiration date.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 393, RSMo, is amended by adding thereto one new
2 section, to be known as section 393.154, to read as follows:

**393.154. 1. An electrical corporation shall recover any changes
2 since its most recently completed general rate proceeding in prudently
3 incurred transmission expenses not being recovered in a commission
4 approved rate adjustment mechanism, and government-mandated
5 property taxes, with changes in such transmission expenses and
6 property taxes deferred for future recovery in rates by placing the
7 changes in a regulatory asset or liability account. The balance in the
8 regulatory asset or liability account shall be included in the
9 determination of the electrical corporation's revenue requirement in
10 the electrical corporation's next general rate proceeding through a
11 three year amortization period, without any offset, reduction, or
12 adjustment based on any other factor or otherwise.**

13 **2. The annual amortized amount shall not exceed two percent of
14 the electrical corporation's base revenue level as determined by the
15 commission in the electrical corporation's most recently completed
16 general rate proceeding. The commission shall retain its authority to
17 review the transmission expenses and property taxes for prudence in
18 the electrical corporation's next general rate proceeding.**

19 **3. This section shall terminate and be no longer in force and
20 effect after August 27, 2018. The balance in the regulatory asset or
21 liability account as of August 27, 2018, shall be included in the**

22 **determination of the electrical corporation's revenue requirement in**
23 **the electrical corporation's next general rate proceeding.**
24 **4. This section shall not apply to an electrical corporation with**
25 **more than one million customers.**

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